

AMENDED IN ASSEMBLY MARCH 24, 2010

CALIFORNIA LEGISLATURE—2009—10 REGULAR SESSION

ASSEMBLY BILL

No. 1804

Introduced by Assembly Member Hagman

February 10, 2010

An act to amend Section 1611 of, *and to repeal Section 1611.5 of*, the Unemployment Insurance Code, relating to employment.

LEGISLATIVE COUNSEL'S DIGEST

AB 1804, as amended, Hagman. Employment Training Fund.

Existing law specifies that moneys in the Employment Training Fund are to be expended only for particular purposes relating to employment training and related administrative costs, but authorizes those moneys to be used for, among other purposes, loans to the General Fund *and also authorizes the Legislature to appropriate from the Employment Training Fund an amount specified in the annual Budget Act to fund the local assistance portion of welfare-to-work activities under the CalWORKs program*, in accordance with specified provisions.

This bill would ~~prohibit~~ *replace those provisions authorizing moneys in the Employment Training Fund from being to be used for loans to the General Fund and would also repeal those provisions authorizing the Legislature to appropriate that amount in the annual Budget Act from the Employment Training Fund to fund the local assistance portion of welfare-to-work activities under the CalWORKs program. The bill would also provide that moneys in the Employment Training Fund shall not be appropriated for any other purpose other than those specified.*

Vote: majority. Appropriation: no. Fiscal committee: yes.
State-mandated local program: no.

The people of the State of California do enact as follows:

SECTION 1. Section 1611 of the Unemployment Insurance Code is amended to read:

1611. Moneys in the Employment Training Fund *shall be appropriated only for the purposes specified in this section and shall not be appropriated for any other purpose.* Moneys shall be expended only for the purposes of Chapter 3.5 (commencing with Section 10200) of Part 1 of Division 3, and for the costs of administering this article and Section 976.6, except those moneys may be used for any of the following:

(a) With the approval of the Legislature, the fund or contributions to it may be used to pay interest charged on federal loans to the Unemployment *Insurance* Fund.

(b) Commencing with allocations made to the Employment Training Panel in the 1992–93 fiscal year, any moneys allocated to the panel in a fiscal year that are not encumbered by the panel in that fiscal year, shall revert to the Unemployment Insurance Fund.

(c) It is the intent of the Legislature that the panel shall closely monitor program performance and expenditures for employment training programs administered by the panel, and that the panel shall expeditiously disencumber funds that are not needed for employment training program completion. Commencing with the 1992–93 fiscal year, those moneys that are disencumbered during the fiscal year that are not reencumbered during the same fiscal year shall revert to the Unemployment Insurance Fund.

SEC. 2. *Section 1611.5 of the Unemployment Insurance Code is repealed.*

~~1611.5. Notwithstanding Section 1611, the Legislature may appropriate from the Employment Training Fund an amount specified in the annual Budget Act to fund the local assistance portion of welfare-to-work activities under the CalWORKs program, provided for pursuant to Article 3.2 (commencing with Section 11320) of Chapter 2 of Part 3 of Division 9 of the Welfare and Institutions Code, as administered by the State Department of Social Services.~~